COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT OF THE RATES OF AUXIER)
ROAD GAS COMPANY, INC. FOR AN INCREASE) CASE NO. 10288
IN GAS RATES)

ORDER

On November 21, 1988, Auxier Road Gas Co., Inc. ("Auxier"), filed a Motion to Reopen Hearing on Application of Adjustment of Rates.

Auxier states that there are three issues which require additional evidence. These issues are: calculations and revisions of the Staff Report of Jack Thomas; a change in the purchased gas cost and its effect on normalized revenues; and the expense related to a measuring station in Floyd County.

Subsequent to the filing of the motion, Auxier informed the Commission in a letter dated November 29, 1988 that it would agree to extend the suspension period, which ends December 10, 1988 for 60 days.

Based on the motion and the extension agreement, the Commission finds that the hearing should be reopened. Auxier should present testimony and other evidence to support the issues raised in its motion. The Commission further finds that Auxier and Staff should be given the opportunity to present additional testimony and evidence to support the adjustments proposed by

Auxier and Staff. This evidence should be limited to new or additional information which supports Auxier's position.

At the hearing held on November 9, 1988, Auxier was ordered to file certain information. To date the results of the well tests have not been filed. Auxier should file this information within 10 days.

So that the case may progress in an orderly manner, the following procedural schedule is established:

IT IS ORDERED that the foregoing procedural schedule shall be followed; that Auxier and Staff shall present new or additional evidence related to the adjustments in Auxier's application; that Auxier and Staff shall present evidence related to the issues raised in Auxier's motion, and that the information requested at the hearing of November 9, 1988, shall be filed within 10 days.

Done at Frankfort, Kentucky, this 13th day of December, 1988.

PUBLIC SERVICE COMMISSION

Robert M. Davis
Vice Chairman

Peur M. Molhandel

Chairman

Executive Director

ATTEST: